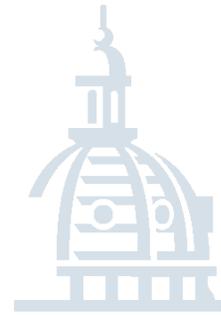




FISCAL UPDATE Article

Fiscal Services Division

May 8, 2017



VATTEROTT COLLEGE INSTRUCTED TO CEASE NEW IOWA ENROLLMENT

Background. In December 2016, the U.S. Department of Education (USDE) required an increased Irrevocable Letter of Credit (LOC) from Vatterott College, due to the college's failure to meet financial responsibility standards set for colleges that participate in federal student aid programs. Since December, the USDE and Vatterott have held discussions regarding the timing of the increased LOC, but the requirement has not yet been fulfilled. Vatterott continues to provide federal student aid funding to eligible, currently enrolled Iowa students.

New Iowa Enrollment. In a statement released May 5, 2017, the College Student Aid Commission said that, until discussions between Vatterott and the USDE about the USDE's LOC expectations are satisfactorily concluded, Commission staff have instructed Vatterott College to cease new enrollment at the Des Moines campus and in online programs offered to Iowa residents.

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